COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF RUSSELL COUNTY GAS

UTILITY, INC. FOR A CERTIFICATE OF

CONVENIENCE AND NECESSITY TO CONSTRUCT

AND FINANCE A GAS DISTRIBUTION SYSTEM IN

JAMESTOWN AND RUSSELL SPRINGS, KENTUCKY,

AND FOR APPROVAL OF GAS RATES

ORDER

IT IS ORDERED that Russell County Gas Company ("Russell County") shall file the original and 10 copies of the following information with the Commission by August 28, 1989. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets is required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to ensure that it is legible. Where information requested herein has been provided along with the original application, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. If the information cannot be provided by the stated date, Russell County should submit a motion for an extension of time stating the reason a delay is necessary and a date by which the information will be furnished. Such motion will be considered by the Commission.

- 1. In Item 1 of its July 14, 1989 filing, Russell County states that an engineer is preparing topographical maps (scale: 1"=100') of the transmission line route. Provide a copy of these maps.
- 2. Provide a copy of the bid proposals of all bidders for the proposed construction. Also state each contractor's qualifications and background in the field of gas pipeline construction.
- 3. In Exhibit 7, page 2 of 2 of its application, Russell County lists "contingency" as a soft cost. Identify what costs are expected to be included in this entry. Why are "contingency costs" set at 10 percent of the projected hard costs?
- 4. Russell County makes no provision in its application for the purchase costs of easements for the transmission pipeline. Are such costs anticipated? If yes, state the amount of these costs, the basis for this amount, and where these costs are located within the projected costs shown in Exhibit 7 of Russell County's application.
- 5. Indicate which portions of the transmission line and distribution system which will cross privately-owned land and require the acquisition of easements. Indicate those portions of the transmission line and distribution system for which easements have already been acquired. Where easements have yet to be obtained, at what stage are the negotiations for their purchase?
- 6. Referring to Item 18(a) of Russell County's July 14, 1989 filing, explain:
- (a) How 75 feet was chosen to be the maximum length of a customer service line to be provided at no cost.

- (b) Why customers seeking an extension of service line in excess of 75 feet should be required to pay the cost of the excess line plus 10 percent of that cost.
- 7. Provide a map of the proposed system which shows the location of the transmission and distribution pipelines, pig launchers and receivers, highway crossings, river and creek crossing. This map should also show pipe sizes and anode locations.
- 8. Provide a detailed description of the proposed system's main auxiliary facilities, e.g., its odorizers, master meters, and regulators.
- 9. Provide a detailed description of the proposed system's engineering design to include materials to be used, pipe sizes, and corrosion control.

Done at Frankfort, Kentucky this 21st day of August, 1989.

POBLIC SERVICE COMMISSION

For the Commission

ATTEST: